COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0612-01 <u>Bill No.</u>: HB 366

Subject: Labor and Industrial Relations Dept.; Labor and Management; Workers'

Compensation

<u>Type</u>: Original

Date: February 25, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FY 2004	FY 2005	FY 2006		
60	¢0	\$0		
		FY 2004 FY 2005		

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2004	FY 2005	FY 2006	
Local Government	\$0	\$0	\$0	

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Departments of Insurance**, **Conservation**, **Labor and Industrial Relations** and **Transportation** assume the proposed legislation would have no fiscal impact on their agencies.

FISCAL IMPACT - State Government	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2004 (10 Mo.)	FY 2005	FY 2006

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FISCAL IMPACT - Small Business

The proposal could result in increased competition among small business healthcare providers.

DESCRIPTION

Under current workers' compensation law, the employer has the right to select the licensed treating physician, surgeon, chiropractic physician, or other health care provider for the employee. This proposal adds a network of providers and licenced registered nurses functioning as medical case managers to that list. The proposal also clarifies that regardless of whether an insurer has entered into an alternative fee agreement with a particular managed care organization, it must still reimburse a managed care organization that has contracted with the employer.

This proposal is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Insurance Department of Labor and Industrial Relations Department of Conservation Department of Transportation

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